

**CALIFORNIA PUBLIC EMPLOYEES' RETIREMENT SYSTEM  
BOARD OF ADMINISTRATION**

**POLICY SUBCOMMITTEE  
OF THE INVESTMENT COMMITTEE**

**June 16, 2006**

**11:00 a.m.  
or Upon Adjournment or Recess of the  
Performance and Compensation Committee Meeting, Whichever is Later**

Lincoln Plaza North  
400 Q Street  
Room 1140  
Sacramento, CA

**COMMITTEE MEMBERS**

Priya Mathur, Chair  
Marjorie Berte, Vice Chair  
Robert F. Carlson  
Tony Oliveira  
Charles Valdes

**AGENDA**

- |                            |   |
|----------------------------|---|
|                            | 1. Call to Order and Roll Call                                    |
| Action                     | 2. Approval of the April 14, 2006 Meeting Minutes                 |
|                            | 3. Fixed Income Policies  |
| Action / D. Kiefer         | a. Revision of Credit Enhancement Program                         |
|                            | 4. Miscellaneous Policy   |
| Action / M. Flynn          | a. Revision of Directed Brokerage Arrangement<br>(Second Reading) |
|                            | 5. Administrative   |
| Information / A. Stausboll | a. Policy Subcommittee History                                    |
| Information / M. Flynn     | b. Proposed August 2006 Agenda                                    |
|                            | 6. Public Comment   |

Note: Items designated for information are appropriate for Subcommittee action if the Subcommittee wishes to take action. Any agenda item acted upon at this Subcommittee meeting may be brought to the Investment Committee at its next regularly scheduled meeting. Items are noticed for action after a first reading. The Committee is free, however, to request a second reading of any item before approving it.